



**CalViva Health
Finance
Committee Meeting Minutes**

Meeting Location
CalViva Health
7625 N. Palm Ave., #109
Fresno, CA 93711

May 15, 2025

Finance Committee Members in Attendance		CalViva Health Staff in Attendance	
✓	Daniel Maychen, Chair	✓	Cheryl Hurley, Director, HR/Office
✓	Jeff Nkansah, CEO	✓	Jiaqi Liu, Director of Finance
✓	Paulo Soares		Hector Torres, Sr. Accountant & MIS Analyst
✓	Joe Neves		
	Supervisor Rogers		
✓	John Frye		
✓	Rose Mary Rahn		
		✓	Present
		*	Arrived late/Left Early
		•	Teleconference

AGENDA ITEM / PRESENTER	MOTIONS / MAJOR DISCUSSIONS	Comments	ACTION TAKEN
#1 Call to Order D. Maychen, Chair	The meeting was called to order at 11:30 am, a quorum was present.		
#2 Finance Committee Minutes dated March 20, 2025 Attachment 2.A Action, D. Maychen, Chair	The minutes from March 20, 2025, Finance meeting were approved as read.		Motion: <i>Minutes were approved</i> 6 – 0 – 0 – 1 (Frye / Soares)
#3 Financials – as of March 31, 2025 Action D. Maychen, Chair	As of March 2025, total current assets were approximately \$796.5M; total current liabilities were approximately \$628.9M. Current ratio is approximately 1.27. TNE as of March 2025 was approximately \$177.3M, which is approximately 670% above the minimum DMHC required TNE amount. For DHCS standard, the minimum required TNE is approximately \$185M, which the Plan is short by		Motion: <i>Financials as March 31, 2025, were approved</i> 6 – 0 – 0 – 1 (Rahn / Frye)

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	<p>approximately \$7M; however, the DHCS financial performance measure does fluctuate as revenues fluctuate.</p> <p>As of March 2025, interest income actual recorded was approximately \$9M, which is approximately \$6M more than budgeted due adding more funds to the money market funds and interest rates being higher than projected. Premium capitation income actual recorded was approximately \$1.75B which is approximately \$380.4M more than projected primarily due to higher MCO taxes which was recently revised in December 2024 by CMS; this increased the Plan's MCO taxes by approximately \$237M through March 2025 which was not anticipated. In addition, revenues are higher due to enrollment and rates being higher than projected. Total Cost of Medical Care expense actual recorded was approximately \$1.03B which is approximately \$139M more than budgeted due to enrollment and rates being higher than projected.</p> <p>Admin Service Agreement fees expense actual recorded was approximately \$43.1M which is approximately \$2.5M more than budgeted due to enrollment being higher as more members have been retained through the redetermination process. License expense, the fees that DMHC assesses on Plans, actual recorded was approximately \$1.1M which is approximately \$47K more than projected due to fees being higher than anticipated. MCO taxes actual recorded was \$660M which is approximately \$237.2M more than budgeted due to the increased revised MCO taxes.</p> <p>Total net income through March 31, 2025, was approximately \$15.6M, which is approximately \$9.2M more than budgeted primarily due to interest income being approximately \$6M higher than projected, and rates and enrollment being higher than projected.</p>		
<p>#4 Annual Review of Finance Charter</p> <p>Action D. Maychen, Chair</p>	<p>No edits or revisions were recommended during the annual Charter review. This was approved to move to Commission for final approval.</p>		<p><i>Motion: Approve annual review of Finance Charter to move to Commission for full approval</i> 6 – 0 – 0 – 1 (Rahn / Frye)</p>
<p>#5 Announcements</p>	<p>The House Energy and Commerce Committee released their proposal and several of the major cuts to Medicaid were not on that proposal. Notable items include effective 1/1/29 work requirements for able bodied adults ages 18-64 (with</p>		

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	<p>certain exemptions, i.e. pregnant women, disabled persons) are to be engaged in work or community service, or an educational training program at least 80 hours per month. Their eligibility would be redetermined twice a year as opposed to once a year. Potential impact to California based on a study by the Urban Institute, project approximately 1M could potentially lose coverage due to the work requirements. On a side note, reasons why members get disenrolled quite often is for administrative reasons. The other notable proposal was if a State provides Medicaid coverage to undocumented persons, then the Federal government would reduce the Federal match on the adult expansion aid category by 10%. Based on numbers available, California would stand to lose approximately \$3.2B annually as California provides Medicaid coverage to undocumented persons. Additionally, items such as prohibiting increases to MCO taxes in the future, and more strict rules on MCO tax structures. Essentially the MCO taxes that is currently in place now, if it was sent to CMS for renewal, it would not be approved as currently written.</p> <p>With regard to the State, the May revised budget was released 5/14/25. Key material cuts include beginning 1/1/2026 the State will freeze undocumented beneficiary enrollment into Medi-Cal for persons 19+ in age; undocumented children will remain eligible. Undocumented beneficiaries who are already on Medi-Cal would be able to keep their coverage. For the undocumented age 19+ they would be subject to a \$100 per month premium beginning 1/1/2027.</p> <p>The Provider rate increases are still on the table.</p>	<p><i>Paulo Soares asked about what happens when the undocumented have to re-enroll?</i></p> <p><i>Jeff Nkansah stated that if they are going through the renewal process, they will allow them to redetermine if they are still eligible; however, if they drop off for whatever reason they will not be able to obtain coverage again.</i></p> <p><i>John Frye asked the size of the undocumented population.</i></p>	

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		Daniel Maychen stated approximately 1.6M have signed up for Medi-Cal.	
#6 Adjourn	Meeting was adjourned at 11:42 am		

Submitted by:

Cheryl Hurley
Cheryl Hurley, Clerk to the Commission

Dated:

7-17-25

Approved by Committee:

Daniel Maychen
Daniel Maychen, Committee Chairperson

Dated:

7/17/25